

State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

July 14, 1999

TO:

Lowell P. Braxton, Director

THRU:

Mary Ann Wright, Associate Director, Mining

FROM:

D. Wayne Hedberg, Permit Supervisor, Minerals Reclamation Program

RE:

Request for Approval of Form and Amount of Replacement Surety, Indian Queen Marble, LLC, Indian Queen Mine Marble Mine, M/001/019, Beaver County, Utah

The Indian Queen Marble Mine was originally permitted as a small mining project. The operator subsequently exceeded the five acre threshold for a small mining operation. The Division required the operator post an interim reclamation surety and file a Large Mining Notice of Intention. On August 26, 1996, Russell P. Horton, representing Indian Queen Marble, submitted the interim surety in the amount of \$15,000. The surety was issued by Frontier Insurance Company. Upon finalization of the Large Mining Notice we estimated that the reclamation surety needed to be adjusted to \$29,000. The Division received a rider to the existing bond increasing the interim surety to the new dollar amount. However, because this was an "interim" bond which was not made out in the name of the mine operator, we requested a new surety bond to correct these concerns.

On June 17, 1999, the Division received a new surety form in the amount of \$29,000 issued by Frontier Insurance Company. A new reclamation contract accompanied the new surety.

These forms have been checked by Tom Mitchell of the AAG's office for correctness and completeness. If you are in agreement, please sign and date the reclamation contract and surety bond forms. We will then forward copies of the approved and newly executed documents along with the older existing documents to Indian Queen Marble for their disposal.

Thank you for your time and consideration of this request.

jb m01-19.mem